

CITY COUNCIL SPECIAL CALL MEETING



Ted Terry – Mayor

*YT Bell
Andrea Cervone
Jamie Carroll*

*Awet Eyasu
Ahmed Hassan
Mario Williams*

Robin I. Gomez – City Manager

AGENDA

Tuesday, June 25, 2019 10:00AM

A. CALL TO ORDER

B. ROLL CALL

C. PUBLIC COMMENTS

D. OLD BUSINESS

E. NEW BUSINESS

E1) Millage Rate 2019- Presentation & Public Hearing to take comment on the proposed 2019 millage rate

ADJOURNMENT:

CITY OF CLARKSTON

ITEM NO: C1

CLARKSTON CITY COUNCIL MEETING

HEARING TYPE:
Special Call

BUSINESS AGENDA / MINUTES

ACTION TYPE:
Resolution

MEETING DATE: June 25, 2019

SUBJECT: Adopt the 2019 Millage Rate

DEPARTMENT: Administration

PUBLIC HEARING: YES NO

ATTACHMENT: YES NO
Pages: 1

INFORMATION CONTACT: Robin Gomez, City
Manager
PHONE NUMBER: 404-296-6489

PURPOSE: To adopt the 2019 Millage Rate.

NEED/ IMPACT: The current 2019 projected Clarkston Net Tax Digest is \$209,105,296. The 2018 Net Tax Digest for Clarkston was \$166,859,487. This represents an increase of \$42,245,809 or 25.3% in our Net Tax Digest.

The calculated rollback millage rate for 2019 (rate for the city to receive the same tax amounts as last year) is **13.283 mils**. The rollback millage rate for 2019 is lower than the 2018 adopted millage rate of 15.89 mils due to the increase in the net digest valuation.

The Council must hold three public hearings if the advertised millage rate is higher than the millage rollback rate. The purpose of the meetings is to take public comment on the millage rate for consideration of the final adopted rate. There must be 5 days between the public hearings. Two meetings can be held on the same day with one starting prior to noon and one meeting must start between 6-7pm.

The mathematical millage rate required to balance the FY2019 budget is **17.296 mils**. The FY2019 budget was approved with the understanding that an approximate increase of 2 mils would be needed in FY2019 to balance the budget. Staff has reviewed the FY2019 Budget and identified a net budget decrease of \$294,138 that will decrease the millage rate needed to balance the budget to 15.89 mils.

RECOMMENDATIONS:

Staff recommends The City Council adopt a Millage Rate of **15.890 mils** for fiscal year 2019.

2019 Millage Rate Worksheet

	Original Budget		Amended Budget
Budgeted 2019 General Fund Expenditures	\$ 6,382,468	\$ (294,138)	\$ 6,088,330
Budgeted 2019 General Fund Revenues	\$ 6,382,468	\$ (294,138)	\$ 6,088,330
Public Utility Tax	\$ 267,461	\$ (154,030)	\$ 113,431
Motor Vehicle Tax	\$ 85,000	\$ (72,431)	\$ 12,569
Personal Property Tax	\$ 54,726	\$ 121,359	\$ 176,085
Real Property Tax	\$ 3,209,539	\$ (190,364)	\$ 3,019,175
Total Tax Revenue to Balance 2018 Budget	\$ 3,616,726	\$ (295,466)	\$ 3,321,261
Net Digest Amount as 6/4/2019	\$ 209,105,296		\$ 3,322,683
Tax Collection Amount Required to Balance Budget	\$ 3,616,726		
Tax Collection Amount Assuming 95% Collection Rate	\$ 3,435,890		
Millage Rate Required to Balance 2019 Budget: Millage Rate Calculation: Divide "Amount Required to Balance Budget" (3,616,726) by "Net Digest Amount" (205,406,694) and divide by 1,000	17.296	Mil	
Budget Reduction	(1.407)	Mil	
Net Millage Rate Required to Balance 2019 Budget After Adjustments	15.890	Mil	
2018 Millage Rate	15.890	Mil	
Difference in Millage Rate Needed to Balance Budget	(0.000)	Mil	
1 Millage Rate of Revenue Generated	\$ 209,105		

2019 Millage Options to Consider for Amending 2019 Budget

Recommended Millage Rate for 2019		15.890	Mil
Proposed Adjustments for 2019 Budget Savings			
Admin Salaries-Payouts accrued 2018	\$ (95,580)	(0.457)	Mil
Admin Audit Fees-No Single Audit Fed Grants needed	\$ (5,300)	(0.025)	Mil
Admin Professional Fees-City Manager contract	\$ (45,000)	(0.215)	Mil
Admin Professional Fees - Annexation Study	\$ (15,000)	(0.072)	Mil
Court Salaries - Payouts accrued 2018/vacancy	\$ (50,000)	(0.239)	Mil
Police Salaries- Unfilled positions	\$ (50,000)	(0.239)	Mil
Debt Service-SRTA Loan #2 delayed closing	\$ (46,701)	(0.223)	Mil
Planning & Dev - New position delayed	\$ (33,500)	(0.160)	Mil
Public Works Salaries-New position delayed	\$ (12,500)	(0.060)	Mil
Court Fine Allocation - Police Officer A&B Fund	\$ (8,000)	(0.038)	Mil
Court Fine Allocation - Police Training Fund	\$ (15,000)	(0.072)	Mil
Court Fine Allocation - Crime Victim Emergency Fund	\$ (6,000)	(0.029)	Mil
Court Fine Allocation - Indigent Defense Fund	\$ (15,000)	(0.072)	Mil
	\$ (397,581)	(1.901)	Mil
Additional Items Added to Budget			
Comm. Dev.-Urban Agriculture	\$ 40,000	0.191	Mil
Police-Equipment Rental-Axon Tasers	\$ 6,900	0.033	Mil
Bldgs & Grounds-Capital-A/C Unit City Hall	\$ 5,311	0.025	Mil
Pub Works - Milam Park Water Lines	\$ 15,000	0.072	Mil
Pub Works - Capital Contingency	\$ 9,407	0.045	Mil
Admin-Small Equipment-Office Chairs	\$ 4,950	0.024	Mil
3% Employee Raise effective 9/2/2019	\$ 21,875	0.105	Mil
Net Budget Additions	\$ 103,443	0.495	Mil
Net Decrease from original Budget Expenditures	\$ (294,138)	(1.407)	Mil

PT-32.1 - Computation of MILLAGE RATE ROLLBACK AND PERCENTAGE INCREASE IN PROPERTY TAXES - 2019

COUNTY: **DEKALB** TAXING JURISDICTION: **CLARKSTON-34**

ENTER VALUES AND MILLAGE RATES FOR THE APPLICABLE TAX YEARS IN YELLOW HIGHLIGHTED BOXES BELOW

DESCRIPTION	2018 DIGEST	REASSESSMENT OF EXISTING REAL PROP	OTHER CHANGES TO TAXABLE DIGEST	2019 DIGEST
REAL	156,520,840	34,309,380	3,494,960	194,325,180
PERSONAL	11,257,415		7,052,156	18,309,571
MOTOR VEHICLES	1,068,940		(277,930)	791,010
MOBILE HOMES	0		0	0
TIMBER -100%	0		0	0
HEAVY DUTY EQUIP	0		0	0
GROSS DIGEST	168,847,195	34,309,380	10,269,186	213,425,761
EXEMPTIONS	1,987,708	0	2,332,757	4,320,465
NET DIGEST	166,859,487	34,309,380	7,936,429	209,105,296
	(PYD)	(RVA)	(NAG)	(CYD)
2018 MILLAGE RATE:	15.890		2019 MILLAGE RATE:	15.890

CALCULATION OF ROLLBACK RATE

DESCRIPTION	ABBREVIATION	AMOUNT	FORMULA
2018 Net Digest	PYD	166,859,487	
Net Value Added-Reassessment of Existing Real Property	RVA	34,309,380	
Other Net Changes to Taxable Digest	NAG	7,936,429	
2019 Net Digest	CYD	209,105,296	(PYD+RVA+NAG)
2018 Millage Rate	PYM	15.890	PYM
Millage Equivalent of Reassessed Value Added	ME	2.607	(RVA/CYD) * PYM
Rollback Millage Rate for 2019	RR - ROLLBACK RATE	13.283	PYM - ME

CALCULATION OF PERCENTAGE INCREASE IN PROPERTY TAXES

If the 2019 Proposed Millage Rate for this Taxing Jurisdiction exceeds Rollback Millage Rate computed above, this section will automatically calculate the amount of increase in property taxes that is part of the notice required in O.C.G.A. § 48-5-32.1(c) (2)	Rollback Millage Rate	13.283
	2019 Millage Rate	15.890
	Percentage Tax Increase	19.63%

CERTIFICATIONS

I hereby certify that the amount indicated above is an accurate accounting of the total net assessed value added by the reassessment of existing real property for the tax year for which this rollback millage rate is being computed.

 Chairman, Board of Tax Assessors Date

I hereby certify that the values shown above are an accurate representation of the digest values and exemption amounts for the applicable tax years.

 Tax Collector or Tax Commissioner Date

I hereby certify that the above is a true and correct computation of the rollback millage rate in accordance with O.C.G.A. § 48-5-32.1 for the taxing jurisdiction for tax year 2019 and that the final millage rate set by the authority of this taxing jurisdiction for tax year 2019 is _____

CHECK THE APPROPRIATE PARAGRAPH BELOW THAT APPLIES TO THIS TAXING JURISDICTION

If the final millage rate set by the authority of the taxing jurisdiction for tax year 2019 exceeds the rollback rate, I certify that the required advertisements, notices, and public hearings have been conducted in accordance with O.C.G.A. §§ 48-5-32 and 48-5-32.1 as evidenced by the attached copies of the published "five year history and current digest" advertisement and the "Notice of Intent to Increase Taxes" showing the times and places when and where the required public hearings were held, and a copy of the press release provided to the local media.

If the final millage rate set by the authority of the taxing jurisdiction for tax year 2019 does not exceed the rollback rate, I certify that the required "five year history and current digest" advertisement has been published in accordance with O.C.G.A. § 48-5-32 as evidenced by the attached copy of such advertised report.

 Responsible Party Title Date